

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

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In the Matter of:

THE NOTICE OF PURCHASED GAS)	
ADJUSTMENT FILING OF MT. OLIVET)	CASE NO. 7800-N
NATURAL GAS COMPANY, INC.)	

O R D E R

On October 13, 1980, the Commission issued its Order in Case No. 7800 approving certain adjustments in rates and providing under certain conditions for the further adjustment of such rates when the wholesale cost of gas is increased or decreased.

On November 5, 1982, Mt. Olivet Natural Gas Company, Inc., ("Mt. Olivet") notified the Commission that its wholesale cost of gas would be decreased by its supplier, Columbia Gas Transmission Corporation ("Transmission") effective October 1, 1982, and submitted with its notice certain information in compliance with its purchased gas adjustment clause on file with this Commission.

After reviewing the evidence of record and being advised, the Commission is of the opinion and finds that:

(1) Mt. Olivet's notice of November 5, 1982, set out certain revisions in rates which Mt. Olivet proposed to place in effect, said rates being designed to pass on the wholesale decrease in cost from its supplier in the amount of \$866 or \$0.0177 per Mcf.

(2) Due to the retroactive nature of Transmission's decrease, Mt. Olivet should report to the Commission any excess revenues collected during the period of October 1, 1982, and the date the proposed rates are implemented, along with a plan to refund any excess collections to its customers.

(3) Mt. Olivet's adjustment in rates under the purchased gas adjustment clause approved by the Commission in its Order in Case No. 7800 dated October 13, 1980, is fair, just and reasonable, in the public interest and should be effective with gas supplied on and after October 1, 1982.

IT IS THEREFORE ORDERED that the rates contained in Appendix A be and they are approved for gas supplied on and after October 1, 1982.

IT IS FURTHER ORDERED that for the purpose of future application of the purchased gas adjustment clause of Mt. Olivet, the base rate for purchased gas shall be:

	<u>Demand</u>	<u>Commodity</u>
Columbia Gas Transmission Corporation	-	\$4.4755 per Dth
Columbia LNG Corporation	-	\$5.61*

*Includes Transportation Charge of \$0.3377

IT IS FURTHER ORDERED that Mt. Olivet shall report to the Commission any excess revenues collected during the period of October 1, 1982, and the date the proposed rates are implemented, along with a plan to refund any excess collections.

IT IS FURTHER ORDERED that within 30 days after the date the decreased cost of wholesale gas becomes effective, Mt. Olivet shall file with this Commission its revised tariff sheets setting out the rates approved herein.

Done at Frankfort, Kentucky, this 24th day of November, 1982.

PUBLIC SERVICE COMMISSION

Not sitting
Chairman

Katherine Randace
Vice Chairman

Don Carver
Commissioner

ATTEST:

Secretary

APPENDIX A

APPENDIX TO AN ORDER OF THE PUBLIC SERVICE
COMMISSION IN CASE NO. 7800-N DATED
NOVEMBER 24, 1982

The following rates are prescribed for the customers in the areas served by Mt. Olivet Natural Gas Company, Inc. All other rates and charges not specifically mentioned herein shall remain the same as those in effect under authority of the Commission prior to the date of this Order.

RATES: Monthly

First	1,000	cu. ft. or less	\$7.70 (Minimum Bill)
Next	4,000	cu. ft. per 1,000 cu. ft.	5.9616
Next	5,000	cu. ft. per 1,000 cu. ft.	5.7616
Next	10,000	cu. ft. per 1,000 cu. ft.	5.6116
Over	20,000	cu. ft. per 1,000 cu. ft.	5.4116